

State - Boston Retirement System

Preliminary Investment Performance "Flash" Report

Periods Ending 2/29/2012

Target Weight	Weight in Fund		Last Month	Year to-Date	Last Year	Annualized Returns		Ending Market Value	Annual Fee
						Three Years	Five Years		
100.0%	100.0%	Composite (Gross)	2.8%	6.8%	4.5%	16.7%	3.3%	\$3,353,234,015	
		Composite (Net)	2.7%	6.7%	4.2%	16.4%	3.1%		
		Allocation Index	2.4%	5.9%	2.7%	15.9%	2.8%		
		Policy Index	2.7%	6.5%	4.0%	17.8%	3.2%		
		PRIT Core Fund/Teachers	2.7%	6.2%	3.4%	n/a	n/a	\$1,324,054,553	
		PRIT Core Fund	2.7%	6.2%	3.4%	16.1%	2.1%		
		50% MSCI ACWI/50% CITI WGBI	2.1%	5.8%	3.1%	16.1%	4.3%		
45.0%	50.0%	Total Equity						\$1,675,074,647	
20.0%	22.2%	Large Cap Equity Composite	4.9%	10.7%	5.1%	27.1%	2.1%	\$745,870,516	
	1.2%	SSgA Russell 3000 Index	4.3%	9.5%	4.6%	26.6%	1.9%	\$39,656,839	0.03%
	3.6%	Rhumbline Advisors	4.3%	9.0%	5.2%	25.6%	1.8%	\$119,687,358	0.07%
	3.4%	J&W Seligman	5.1%	9.8%	2.4%	30.1%	3.3%	\$114,214,873	0.42%
	1.8%	Zevenbergen Capital	5.3%	14.8%	-2.2%	31.7%	7.0%	\$60,119,286	0.79%
	2.4%	Intech	5.4%	11.1%	6.7%	26.9%	3.0%	\$82,150,854	0.47%
	4.6%	DE Shaw Core Enhanced	4.8%	10.1%	7.2%	n/a	n/a	\$153,394,184	0.09%
	2.7%	DE Shaw 130/30	5.4%	11.3%	10.4%	n/a	n/a	\$91,223,490	0.78%
	2.5%	JP Morgan 130/30	4.8%	11.6%	3.4%	n/a	n/a	\$85,423,631	0.80%
		S&P 500	4.3%	9.0%	5.1%	25.6%	1.6%		
		Russell 1000	4.4%	9.5%	4.9%	26.2%	1.8%		
		Russell 1000 Value	4.0%	7.9%	2.2%	25.0%	-1.1%		
		Russell 1000 Growth	4.8%	11.0%	7.6%	27.5%	4.5%		
5.0%	6.9%	Small Cap Equity Composite	3.7%	12.1%	5.5%	31.3%	6.2%	\$230,560,850	
	3.1%	The Boston Company	2.9%	10.0%	4.0%	29.3%	3.4%	\$105,520,630	0.82%
	3.7%	Westfield Capital Management	4.4%	14.0%	6.5%	32.8%	9.7%	\$125,040,220	0.78%
		Russell 2000	2.4%	9.6%	-0.2%	29.5%	1.8%		
		Russell 2000 Value	1.5%	8.2%	-2.7%	27.7%	-0.4%		
		Russell 2000 Growth	3.3%	11.0%	2.4%	31.2%	3.9%		
		Russell 2500	3.7%	10.6%	1.5%	31.3%	2.8%		
20.0%	20.8%	Int'l Equity Composite	6.0%	13.9%	-4.7%	23.9%	0.4%	\$698,643,281	
	5.2%	The Boston Company Int'l	5.7%	11.1%	-12.8%	17.0%	-2.7%	\$175,868,435	0.41%
	5.8%	Panagora Asset Management	5.5%	11.7%	-5.7%	21.4%	-1.6%	\$194,056,546	0.10%
	5.0%	Fisher	6.6%	15.3%	-3.2%	27.3%	0.9%	\$167,470,921	0.56%
	2.8%	Alliance	7.0%	22.8%	-1.8%	36.5%	5.5%	\$94,588,149	1.00%
	2.0%	Vontobel	5.6%	12.6%	19.2%	36.3%	13.1%	\$66,659,230	0.75%
		MSCI EAFE (NET)	5.7%	11.4%	-7.5%	19.7%	-2.9%		
		MSCI Emerging Markets	6.0%	18.0%	-0.1%	32.3%	6.2%		

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						Three Years	Five Years		
31.0%	28.7%	Total Fixed Income						\$961,164,078	
16.0%	14.1%	Core Fixed Income	0.2%	1.3%	9.8%	9.4%	7.3%	\$472,613,192	
	2.7%	SSgA Bond Market Index	0.0%	0.9%	8.4%	7.6%	6.4%	\$89,969,269	0.05%
	4.9%	Richmond Capital Management	0.0%	1.2%	10.3%	10.2%	7.2%	\$162,893,132	0.14%
	5.2%	Wells Asset Management	0.3%	1.4%	9.9%	9.9%	8.1%	\$174,566,405	0.20%
	1.3%	Loomis Sayles Bank Loan	0.8%	2.4%	3.8%	12.6%	n/a	\$45,184,387	0.45%
		BC Aggregate	0.0%	0.9%	8.4%	7.5%	6.4%		
6.0%	6.8%	High Yield Income	1.7%	3.9%	8.1%	19.4%	7.8%	\$226,672,374	
	4.8%	Fountain Capital Management	2.4%	4.9%	9.8%	20.1%	8.2%	\$161,985,578	0.46%
	1.2%	Aladdin Credit Opportunities ¹	n/a	2.3%	1.8%	n/a	n/a	\$40,247,584	0.45%
	0.4%	Golden Tree ²	n/a	n/a	n/a	n/a	n/a	\$14,587,915	0.45%
		BC High Yield	2.1%	5.1%	7.0%	20.9%	6.1%		
	0.3%	Perella Weinberg ²	n/a	n/a	15.2%	n/a	n/a	\$9,851,297	
		HFRI Fixed Income Asset Backed	1.7%	3.7%	8.2%	15.6%	8.6%		
7.0%	7.8%	Global Fixed Income	0.5%	4.0%	5.0%	13.8%	8.3%	\$261,878,512	
	5.9%	Loomis Sayles	-0.4%	2.2%	3.7%	13.3%	8.1%	\$197,858,512	0.27%
		Citigroup WGBI	-0.9%	0.5%	6.5%	7.5%	7.0%		
	1.9%	Loomis Sayles Emerging Debt & Currency	3.1%	10.0%	n/a	n/a	n/a	\$64,020,000	0.45%
		JPM GBI EM Global Diversified	2.9%	10.5%	8.6%	19.8%	11.3%		
2.0%	0.0%	New Fixed Income Mandate (TIPS)							
24.0%	20.6%	Total Alternative Assets						\$690,186,371	
9.0%	6.1%	Hedge Fund Composite ³	1.9%	4.2%	-1.1%	6.6%	0.9%	\$203,658,077	
	1.6%	Mesirow Absolute Return Class J ⁴	1.5%	4.3%	-0.1%	5.8%	0.5%	\$54,010,660	
	0.1%	Ivy Maplewood Associates II LP ⁵	n/a	n/a	n/a	n/a	n/a	\$4,978,698	
	1.2%	Federal Street Offshore LTD ⁴	2.4%	4.3%	-3.4%	5.1%	n/a	\$40,771,405	
	1.3%	GAM	1.9%	4.0%	0.0%	1.3%	n/a	\$44,081,060	
	1.8%	Permal	2.0%	4.4%	-2.6%	13.0%	n/a	\$59,816,254	
		HRFI HFoF	1.6%	3.4%	-3.4%	4.6%	-0.5%		
0.0%	0.8%	Cash	0.0%	0.0%	0.0%	0.2%	1.4%	\$26,808,920	
			Committed Capital	Cumulative Distribution	Contributed Capital	QTR	Last Year	Valuation	
10.0%	9.5%	Real Estate IRR ⁶	\$ 620,983,130	\$ 331,508,368	\$ 540,612,643	2.1%	19.1%	\$318,820,353	
5.0%	5.0%	Private Equity IRR ⁶	\$ 448,229,009	\$ 269,898,692	\$ 334,924,037	-1.4%	12.6%	\$167,707,941	

¹ Aladdin valued as of 1/31/2012 +/- subsequent calls/distributions.

² Perella Weinberg and Golden Tree valued as of 12/31/2011 +/- subsequent calls/distributions.

³ All hedge funds values are net of fees.

⁴ Perella, Golden Tree, Ivy, PE & RE report on a quarterly basis.

⁴ EMV and performance for Mesirow and Federal Street are estimated and preliminary

⁵ Ivy ending market value as of 9/30/2011 adjusted for subsequent distributions.

⁶ Real Estate and Private Equity valuations are as of 9/30/2011.

